



**Billing Code: 5001-06**

**DEPARTMENT OF DEFENSE**

**Office of the Secretary**

**[Transmittal Nos. 14-47]**

**36(b)(1) Arms Sales Notification**

**AGENCY:** Department of Defense, Defense Security Cooperation Agency.

**ACTION:** Notice.

**SUMMARY:** The Department of Defense is publishing the unclassified text of a section 36(b)(1) arms sales notification. This is published to fulfill the requirements of section 155 of Public Law 104-164 dated July 21, 1996.

**FOR FURTHER INFORMATION CONTACT:** Ms. B. English, DSCA/DBO/CFM, (703) 601-3740.

The following is a copy of a letter to the Speaker of the House of Representatives, Transmittals 14-47 with attached transmittal and policy justification.

Dated: October 14, 2014.

Aaron Siegel,  
Alternate OSD Federal Register Liaison Officer,  
Department of Defense.



## DEFENSE SECURITY COOPERATION AGENCY

201 12TH STREET SOUTH, STE 203  
ARLINGTON, VA 22202-6408

Honorable John A. Boehner  
Speaker of the House  
U.S. House of Representatives  
Washington, DC 20515

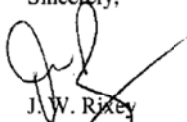
11 06 2014

Dear Mr. Speaker:

Pursuant to the reporting requirements of Section 36(b)(1) of the Arms Export Control Act, as amended, we are forwarding herewith Transmittal No. 14-47, concerning the Department of the Navy's proposed Letter(s) of Offer and Acceptance to Greece for defense articles and services estimated to cost \$500 million. After this letter is delivered to your office, we plan to issue a press statement to notify the public of this proposed sale.

You will also find attached a certification as required by Section 620C(d) of the Foreign Assistance Act of 1961, as amended, that this action is consistent with the principles set forth in subsection 620C(b) of that Act as codified in section 2373 of title 22, United States Code.

Sincerely,

  
J. W. Rixey  
Vice Admiral, USN  
Director

## Enclosures:

1. Transmittal
2. Policy Justification
3. Section 620C(d)



**CERTIFICATION PURSUANT TO § 620C(d)  
OF THE FOREIGN ASSISTANCE ACT OF 1961, AS AMENDED**

Pursuant to Section 620C(d) of the Foreign Assistance Act of 1961, as amended (the Act), Executive Order 12163 and State Department Delegation of Authority No. 293-2, I hereby certify that the furnishing to Greece of the modification and reactivation of two (2) P-3B aircraft, and the upgrade of up to five (5) P-3B aircraft that will include structural Mid Life Upgrades (MLU), Phased Depot Maintenance (PDM), Mission Integration and Management Systems (MIMS), and new flight avionics is consistent with the principles contained in Section 620C(b) of the Act.

This certification will be made part of the notification to Congress under Section 36(b) of the Arms Export Control Act, as amended, regarding the proposed sale of the above-named articles and services and is based on the justification accompanying such notification, of which such justification constitutes a full explanation.



Rose Gottemoeller  
Under Secretary of State  
for Arms Control and International  
Security

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## Transmittal No. 14-47

Notice of Proposed Issuance of Letter of Offer  
Pursuant to Section 36(b)(1)  
of the Arms Export Control Act, as amended

- (i) Prospective Purchaser: Greece
- (ii) Total Estimated Value:

Major Defense Equipment*	\$ 0 million
Other	<u>\$500 million</u>
TOTAL	\$500 million
- (iii) Description and Quantity or Quantities of Articles or Services under Consideration for Purchase: modification and reactivation of two (2) P-3B aircraft, and the upgrade of up to five (5) P-3B aircraft that will include structural Mid Life Upgrades (MLU), Phased Depot Maintenance (PDM), Mission Integration and Management Systems (MIMS), and new flight avionics. The MLU kits will provide service life extensions for 15,000 flight hours, spare and repair parts, repair and return, support equipment, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor logistics, engineering, and technical support services, and other related elements of logistics and program support.
- (iv) Military Department: Navy (GLI).
- (v) Prior Related Cases, if any:
  - FMS case GAR-\$570K-26Jun91
  - FMS case LAF-\$64M-3Mar94
  - FMS case MCJ-\$142K-21Apr97
  - FMS case MCU-\$1M-21Sep00
  - FMS case GKY-\$2M-26Aug05
- (vi) Sales Commission, Fee, etc., Paid, Offered, or Agreed to be Paid: None
- (vii) Sensitivity of Technology Contained in the Defense Article or Defense Services Proposed to be Sold: None
- (viii) Date Report Delivered to Congress: 06 Oct 14

\* As defined in Section 47(6) of the Arms Export Control Act.

## POLICY JUSTIFICATION

### Greece – P-3B Aircraft Overhaul and Upgrade

The Government of Greece has requested a possible sale for modification and reactivation of two (2) P-3B aircraft, and the upgrade of up to five (5) P-3B aircraft that will include structural Mid Life Upgrades (MLU), Phased Depot Maintenance (PDM), Mission Integration and Management Systems (MIMS), and new flight avionics. The MLU kits will provide service life extensions for 15,000 flight hours, spare and repair parts, repair and return, support equipment, publications and technical documentation, personnel training and training equipment, U.S. Government and contractor logistics, engineering, and technical support services, and other related elements of logistics and program support. The estimated cost is \$500 million.

This proposed sale will contribute to the foreign policy and national security of the United States by helping to improve the security of a NATO ally.

The proposed sale for overhaul and upgrade would allow the Hellenic Navy (HN) to resume operations of its P-3B aircraft for land-based maritime patrol and reconnaissance, surveillance and protection of areas of national interest. The HN will have no difficulty absorbing this equipment into its armed forces.

The proposed sale of this equipment and support will not alter the basic military balance in the region.

The principal contractor will be Lockheed Martin Aeronautics Company in Marietta, Georgia. There are no known offset agreements proposed in connection with this potential sale.

Implementation of this proposed sale will require multiple trips to Greece by U.S. Government and contractor representatives for a period of seven years for delivery, system checkout, training, and program reviews.

There will be no adverse impact on U.S. defense readiness as a result of this proposed sale.